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Plaintiffs Ronald Flynn and Christina Egner, individually and on behalf of all others similarly situated, through their counsel, allege the following upon personal knowledge as to their own acts and upon information and belief as to all other matters.

#### NATURE OF THE ACTION

- 1. Plaintiffs bring this action against defendant Sony Electronics, Inc. ("Sony") and against Best Buy Co., Inc. ("Best Buy"), on behalf of themselves and all others similarly situated who purchased defective notebook computers manufactured by Sony and sold under the VAIO brand name ("VAIO Notebooks") during the period January 1, 2007 through the present (the "Class Period").
- 2. During the Class Period, Sony manufactured, marketed and sold VAIO Notebooks with defective trackpad input devices. The Sony VAIO Notebooks are defectively designed and manufactured because the trackpad component can cause the onscreen cursor to: (a) track in reverse, e.g. the cursor moves in a direction opposite to the user's input; (b) freeze or fail to register user input; or (c) engage in erratic behavior, e.g. randomly open and close windows and programs (the "Defect"). Some users report system lockup and total failure.
- 3. The Defect is frustrating to purchasers of Sony's expensive VAIO line, and the Defect renders the VAIO Notebooks useless for their intended purpose of mobile computing. Because computer operating systems use and rely on a "graphical user interface," i.e. visual windows, folders and files that can be moved and accessed with trackpad movements and clicks, this defect eliminates access to nearly everything on the Sony VAIO Notebook.

4. Defendants should have known about the Defect in the VAIO Notebooks because of numerous consumer complaints to Sony and the hundreds of consumer complaints lodged with technical and computing websites. Yet, Sony has remained silent about the Defect while consumers continue to purchase VAIO Notebooks. Had plaintiffs and other class members known of the Defect, they would not have purchased a Sony VAIO Notebook.

- 5. In particular, Sony represented to plaintiffs and class members the VAIO Notebooks are the perfect mobile computing solution. Sony promised consumers its VAIO line would deliver "uncompromised performance," and Sony said its computers deliver "the best experience possible." As explained on Sony's "SonyStyle" website, "[w]hether you're a traveling executive or a creative professional that needs constant access to your media." Similarly, Best Buy represented the Sony VAIO line as one of its flagship portable notebook solutions for consumers.
- 6. Sony has failed to recall the defective VAIO Notebooks, amend applicable warranties or reimburse consumers for the cost of repairing or replacing their Sony VAIO Notebooks. Sony's inaction has improperly passed the expense of repairing or replacing the VAIO Notebooks along to plaintiffs and to other class members who unknowingly purchased defective VAIO Notebooks.

#### **PARTIES**

7. Plaintiff Ronald Flynn, an individual, is a citizen of the State of Florida. During the Class Period, Mr. Flynn purchased a Sony VAIO VGN-SZ650N notebook computer from defendant Best Buy, which subsequently malfunctioned

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due to the Defect. Mr. Flynn purchased the Sony notebook computer for mobile computing and purchased a Best Buy extended warranty, paying \$2,518.76.

- 8. Plaintiff Christina Egner, an individual, is a citizen of the State of New Jersey. During the Class Period, Ms. Egner purchased a Sony VAIO VGN-NW240F/P 15.5 inch notebook computer from defendant Best Buy, which subsequently malfunctioned due to the Defect, and purchased a Best Buy warranty, paying \$995.96.
- 9. Defendant Sony Electronics, Inc., is a corporation that is incorporated under the laws of the State of Delaware. Sony has its principal place of business in San Diego, California. Defendant may be served with process through its registered agent, CSC – Lawyers Incorporating Service, at 2730 Gateway Oaks Dr., Suite 100, Sacramento, California 95833. Sony's Information Technology Products Division manufactures, markets and sells VAIO brand computers, including the defective VAIO Notebooks at issue.
- 10. Defendant Best Buy Co., Inc., is a corporation that is incorporated under the laws of the State of Minnesota. Best Buy has its principal place of business in Richfield, Minnesota. Defendant is authorized to do business in the State of California and may be served with process through its registered agent, CT Corporation System at 818 West Seventh St., Los Angeles, California 90017.

#### JURISDICTION AND VENUE

11. The Court has jurisdiction over the lawsuit under 28 U.S.C. § 1332(a)(1) because plaintiffs and defendants are citizens of different states and the amount in controversy exceeds \$75,000, excluding interest and costs. The Court also

has jurisdiction under 28 U.S.C. § 1332(d), the class Action Fairness Act, because the suit is a class action, the parties are minimally diverse, and the amount in controversy exceeds \$5,000,000, excluding interest and costs.

12. Venue is proper in this district under 28 U.S.C. § 1391(a)(1) and (a)(2) because Sony resides in this district and a substantial part of the events or omissions giving rise to this claim occurred in this district.

#### FACTUAL ALLEGATIONS

- 13. Since the 1940s Sony has designed, manufactured, marketed, distributed and sold audio, video, communication, and information technology products through its own retail—and more recently its online—stores, direct sales, third party wholesalers and resellers. "VAIO" is a brand name for Sony's computer products, including its notebooks, subnotebooks, desktop and media computers.
- 14. Sony manufactures, markets and sells notebook computers under the Sony VAIO brand name. Sony markets it VAIO notebook computers as a premium brand. Among its VAIO products are Sony's defective VAIO Notebooks, including its series SZ, TZ, FZ and TT notebooks.
- 15. Notebook computers are designed and marketed for mobility and convenience. Sony's public website, whose target audience is the consuming public and the class, says Sony "build[s] better PCs to deliver the best experience possible." For example, concerning the VAIO SZ series, in January 2008 Sony told consumers on its website the SZ series delivers "uncompromised performance."
- 16. Sony tells consumers, directly, its "VAIO notebook and desktop PCs are built with quality components and engineered for lasting reliability." Sony says

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## Upgrade, Maintenance & Repair

engineered for lasting reliability. Over time, however, you might need some

VAIO notebook and desktop PCs are built with quality components and

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extra services. Fortunately VAIO owners have Sony Certified Technicians behind them to help ensure that their PC provides them with the best possible computing experience.

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### possible computing experience.

Sony also says its VAIO Notebooks provide:

Maximum mobility. Take it all with you. Whether you're a traveling executive or a creative professional that needs constant access to your media, VAIO has a solution. Weighing as little as 1.4 pounds with beautiful widescreen displays that maximize workspace, there's a VAIO notebook that's perfect for you.

- 18. Contrary to its advertisements, the defective VAIO Notebooks do not provide "the best experience possible," "uncompromised performance," or "constant access to your media." And as discussed herein, neither Sony nor Best Buy were able to fix the defective VAIO Notebooks. Instead Sony's defective VAIO Notebooks, because of their demonstrably defective trackpads, cause user input errors, freezing, the cursor behaves erratically, moves in direction opposite to user inputs, and even locks up the system.
- 19. Because computer operating systems like Sony's VAIO line use and rely on a "graphical user interface," *i.e.* visual windows, folders and files that can be moved and accessed with trackpad movements and clicks, the crippling trackpad Defect eliminates access to nearly everything on the Sony VAIO Notebook.

- 20. Sony sells its VAIO Notebooks directly and through retailers nationwide, including national chains (e.g. Best Buy), retail stores, wholesale membership clubs (e.g. Sam's Club, Costco), and online retailers. The retail price for these VAIO Notebooks generally ranges from between \$700-\$3,700, depending on the model.
- 21. The VAIO Notebooks are defective because the trackpad input device can cause the onscreen cursor to: (a) track in reverse, resulting in the cursor moving in a direction opposite to the user's input; (b) freeze or fail to respond to user's trackpad inputs; or (c) engage in erratic behavior, such as randomly opening and closing windows and programs. Users also report total system failure or lockup, rendering the VAIO Notebooks inoperable.

#### Consumer Complaints Concerning Sony's Defective VAIO Notebooks

- 22. As the manufacturer, marketer and seller of VAIO Notebooks, Sony possesses specialized knowledge about the composition of its notebooks and component parts and is in a superior position to know and learn about potential defects. As evidenced by the many purchasers of the defective VAIO Notebooks who have gone through the trouble of calling Sony and visiting online forums to complain about the Defect, Sony had notice of this Defect.
- 23. Hundreds of consumer complaints about the Defect in the VAIO Notebooks are posted on consumer websites, including CNET.com. The complaints reflect the early and continued manifestation of the Defect, unexpected repair costs and Sony's refusal to take responsibility for the Defect, as these samples show:

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Date	Comments
June 16, 2007	Sony vaio, touchpad behaving badly?
	I have a Sony vaio SZ48, it is 4 months old, it came pre-loaded with vista business - Recently I have noticed that if I am using a USB mouse, things seem fine, but if I am using the touchpad, the cursor on the screen seems to move in the total opposite direction to what I wantThat is, if I scroll up, it goes down if I scroll right, it goes left?
	Has anybody else had this issue? Any solutions? Please help thank you.
June 28, 2007	Problem with SONY VGN-SZ360P touchpad
	Hey bro, don't mean to scare you, bro, but I have a 6 months old Vaio SZ360 and it started doing this up/down right/left switch a couple of months ago: I called Sony support, and made all the steps they talk me to do, like resetting the damn thing, reinstalling everything from scratch, and the problem persists. So, after some time, it began to get worst, going ballistic in my screen, hitting buttons I didn't press. A month ago, the touchpad decided to stop working. Now it is plain dead. Nothing. I have to buy this ridiculous external usb mouse to make this 2,499 piece of equipment to work. It is absurd and we are not alone. I've seen reports by the dozen of Sony vaio angry users about this stupid ALPS touchpad
Aug. 30, 2007	Jumping to previous web pages? Touchpad issue?
	I just got a new Sony VAIO FZ190, and when I am online, the thing jumps to the previous web page! I thought I was insane, but I see now that this is a touchpad issue that might not be resolvable? Is this correct? I called Sony support this morning and got pretty cranky when the guy said I had to make some changes in the BIOS or something. The first time I turned on the machine the CD drive wouldn't read CDs! Guess I should have kept that MacBook.

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Date	Comments
Oct. 8, 2007	Sony Vaio touchpad model: VGN-SZ360P
	I purchased my Sony Vaio in April 2007. Within six months of purchasing it, I have already had to replace the touchpad twice. It is now malfunctioning again. I am very disappointed in this product. It is the worst experience I have had with a laptop. I will not purchase a Sony again unless the company resolves this issue to my satisfaction.
Jan. 16, 2008	Sony Vaio - touchpad problems - contact the Chairman of Sony
	I have a Sony Vaio VGN9Z120P notebook computer. Within the one year warranty the cursor began operating in the reverse direction to which you moved the touchpad, making it almost impossible to use. Repeatedly rebooting the computer would eventually correct the problem. I complained to Sony on four occasions and spent hours on the phone with them - getting passed from the Philippines to their support Stateside. We reloaded the touchpad/mouse software and installed upgrades, none of which worked. I was told it was caused by static buildup and told to unplug the AC adaptor when not in use. None of this worked. I was told if I reinstalled the operating system this should fix it and told that if it didn't they would send me a new one. I reinstalled the operating system at a cost of over \$300.00 and countless hours of time in backing up and restoring programs. It did not fix the problem and it came back in weeks. Eventually I was outside the warranty period and then the Sony support help became rude and hostile and told me to return the laptop at my expense and they would look at it. They refused to send me a new one. I now see from the posts on this site that backing up my data again and sending the notebook to them and being without it for weeks if not months is likely a complete waste of time and money. The problem has now become progressively worse and I am now compelled to use a USB mouse since the touchpad is basically useless. []. I thought I was alone with this problem since Sony claimed they had never heard of it. Now I have discovered this site and found I am not alone. If we all pressure Sony one would think that they might do the right thing [].

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Date	Comments
Mar. 13, 2008	Inconsistent manifestation of faults is the norm
	For what it's worth: I think the nature of this fault appears to manifest itself in a number of different ways - and in a quite unpredictable manner. Even now, I occasionally boot up and find that the touchpad is working normally. Mostly this lasts for only a few seconds or a few minutes but on one or two occasions, it has lasted several hours before suddenly freezing again. Moreover, other manifestations of the fault show up through different inconsistencies: sometimes the fingerprint reader is flagged as defective; other times, the whole computer just freezes up. There is no consistent pattern in the fault - other than the fact that in my case, at least, the touchpad simply doesn't work at all for about 97% of the time - or spends the first few seconds in the well-documented skipping between different windows and drop-down menus etc etc before eventually freezing up again. In my view, this is a good indication that the fault is essentially one of software/driver incompatibility. Good luck with your latest developments. But I wouldn't get your hopes up
Mar. 1, 2009	Sony Vaio VGN-SZ340 touchpad not working
	I have the same problem and since today is Sunday I was only able to chat with 2 of Sony's support tech and I've tried everything they said to do and nothing works. I've had the same problems with the touchpad going crazy on me and closing my opened programs and the backwards scrolls. I usually pressed escape and it would go away, but recently my touchpad would just stop working and I would have to restart my computer one or two times in order for it to start working. Today though it just completely stopped working even after restarting it numerous times. I checked the mouse properties and the hardware was completely gone. I tried everything from downloading the touchpad drives to restoring the touchpad, restoring points and nothing worked. It wasn't until I searched online that I found out that many other people were having the same issue. I truly expected so much more from Sony and I am now totally disappointed. [] It sucks because I paid so much for this computer. I emailed their support complaining

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Date	Comments
Mar. 25, 2009	Old VAIO with jerky mouse and unresponsive keyboard.
	I have a Vaio VGN-NR110E that is about 15 months old and I am ready to toss it in the garbage but thought I would check online before I give in, since Sony has not been helpful at all. I do not have the reversing problem but the cursor jumps around in text ALL THE TIME (it has done it twice already in this message, and since I am not much of a typist and must look at the keyboard not the screen I don't usually realize until I have inserted several words in the middle of what I am typing, so then I have to delete them) The other thing it does ALL THE TIME is randomly go back to the previous webpage, causing me to lose whatever I was typing. On my web based work email this has caused me to lose long messages I was typing many times. Amazingly when I have called Sony support each time I have been told there is no known problem with the touchpad or cursor, yet I found hundreds of sites with the issues mentioned. I have tried a few things but never tried taping the touchpad - I think it is the main problem because even if I don't touch it while typing it causes these problems just if I even hover over it, it seems.

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Date	Comments
Mar. 29, 2009	Replaced touchpad has problems  Just to reiterate what everyone here is saying, and add my own story - I also purchased my Sony Vaio SZ740 less than a year ago. After two months, I experienced the reverse-touchpad problem - reset the computer to factory standards (costing weeks of time to get it back to how it was initially, of course), installed all the drivers, spent hours on the phone with customer service, etc. and FINALLY, when I emailed SonyListens@am.sony.com, I got a reply and someone came out to my office and installed a brand new touchpad for free, and told me they have long since known that it's a problem with the touchpad hardware, NOT any of the software or drivers uh-hu - that could have saved me a ton of hassle if they had just been up front!
	Anyway, at the time I thought it was pretty good customer service, and I was satisfied. However, it's now been about 6 months later, and my cursor is now erratic, moving all over the place and opening and closing windows like what many of you are reporting. I called again, and am getting the same runaround with installing drivers, etc. although I have to think that it's something to do with the very design of the touchpad and replacing it with another of the same won't help I also have "solved" the problem by using a usb mouse, but am ridiculously frustrated, and concerned that my warranty will be up in a month and then I will really be screwed.  So, a word of advice to those of you who are thinking of getting a sony - don't. For those of us who already have, mmmm. here's to better luck (and better brands) next time!

(edited for readability)

24. Along with the above complaints, on August 15, 2008, an individual purportedly from Sony's technical support group posted: [E52GTerry] "Hello, I work for Sony Electronics and am responsible for resolving issues such as these. If you

contact me at <a href="mailto:sonylistens@am.sony.com">sonylistens@am.sony.com</a> I can assure you that you will receive immediate attention and support." It is clear, however, from subsequent postings on CNET.com and numerous other websites, Sony failed to take action to remedy the Defect in its VAIO Notebooks.

- 25. To ensure its VAIO Notebooks would be fit for their intended use, *i.e.*, premium mobile computing, Sony should have tested its VAIO Notebooks prior to selling them to consumers. Had Sony exercised reasonable care in testing its VAIO Notebooks, it would have discovered the Defect. Instead, Sony sold defective VAIO Notebooks to plaintiffs and to class members that were unfit for their intended use.
- 26. Sony continues to manufacture, market and sell its defective VAIO Notebooks even after numerous consumer complaints about the Defect. And Sony continues to profit from the sale of defective VAIO Notebooks, while plaintiffs and class members incurred damages, including the price they paid to purchase the VAIO Notebooks and the costs to repair or replace them.
- 27. Plaintiffs and class members each have spent thousands of dollars on VAIO Notebooks that no longer function.
- 28. Notably, Sony's VAIO Notebook warranty states consumers may take the VAIO to a Sony authorized service facility for warranty service and repair. As alleged herein, Best Buy is an authorized Sony service facility—and Best Buy has represented this fact to the consuming public and the class. Accordingly, plaintiffs are third party beneficiaries of the agreement between Sony and Best Buy.

#### Plaintiff Ronald Flynn's Defective Sony VAIO Notebook and Repeated Attempts at Warranty Repair

29. This is the second defective Sony VAIO Notebook Mr. Flynn

purchased from Best Buy. On or around October 2007, Mr. Flynn purchased his first Sony VAIO Notebook, which repeatedly "crashed" and ceased to operate. After two trips to Best Buy's "Geek Squad," *i.e.* Best Buy's in-store repair personnel, Mr. Flynn returned his first Sony VAIO Notebook to Best Buy because he was within Best Buy's 14-day return period for a refund. Best Buy, however, refused to refund an "optimization" charge Mr. Flynn paid.

- 30. Mr. Flynn still needed a mobile computer for home and work. Best Buy's Geek Squad technicians told Mr. Flynn, directly, the Sony VAIO line was Best Buy's "top-of-the-line" portable computer. In addition, Best Buy's technicians told Mr. Flynn his problems with the VAIO notebook were a "fluke" and he should give the Sony VAIO line another chance. Best Buy didn't have a Sony VAIO in stock at this time.
- 31. Mr. Flynn returned to Best Buy around two months later. During his visit, Best Buy employees told Mr. Flynn he should purchase his Sony VAIO Notebook from Best Buy and purchase Best Buy's extended warranty. Best Buy's sales representatives told Mr. Flynn, directly, the Best Buy extended warranty was superior to the Sony warranty due to the loss and damage coverage. Mr. Flynn also was told, in the event of any repairs, his Sony VAIO Notebook would be sent to Best Buy's "Sony authorized repair center." Hence Best Buy's employees told Mr. Flynn Best Buy's repair center was a Sony authorized warranty repair facility. On information and belief, plaintiffs allege Best Buy is a Sony authorized warranty repair center.
  - 32. Mr. Flynn purchased his second Sony VAIO VGN-SZ650N VAIO

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Notebook from Best Buy on December 5, 2007. In addition, Mr. Flynn purchased Best Buy's full three-year warranty and purchased their "computer optimization." Thus at the express recommendation of Best Buy employees, as well as Sony's own advertisements concerning its VAIO line, Mr. Flynn paid \$2,518.76 for his Sony VAIO Notebook and the extended Best Buy warranty:

#### Ronald Flynn Sony VAIO purchase

8450259 VGNSZ650/C 1,830.55 VGN-SZ650N/C/CORE2T7100/2048/ REG 1,849.99 WITH 19.44 RZ CERT 8123176 GEEK SQUAD WELCOME TO BEST BUY #562 0.00 WINDOWS VISTA PERSONALIZATION SARASOTA FL 34231 8147686 COM 3YR \$18 376.00 1941 923-3955 COM 3YR \$1800-\$1999.99 NOTEBO REG 379.99 WITH 3.99 RZ CERT Keep your receipt! 2935449116 SKU # 8450259 EXP DATE 12/05/2010 5426639 0.00 REWARD ZONE CARD SERIAL # 0408127972 SUBTOTAL 2.353.98 Val #: 1604-5586-4181-3222 SALES TAX 7.00 % 164.78 TOTAL 2,518.76 0562 053 4323 12/05/07 13:05 0624384 xxxxxxxxxxx9544 VISA 2,518.76 Duplicate Receipt RONALD FLYNN \*\*\*\*\*\*\*\*\*\*\* APPROVAL 051154

- 33. In addition to the three-year Best Buy warranty, Mr. Flynn's Sony VAIO Notebook is covered by Sony's one-year limited warranty.
- 34. Mr. Flynn purchased his Sony VAIO Notebook, believing it to be reasonably fit to use for its intended purpose, *i.e.*, mobile computing, as well as for business.
- 35. But just weeks after purchasing his second Sony VAIO Notebook, Mr. Flynn began experiencing frustrating technical problems, including mouse and cursor errors and total machine "lockup."

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36. It soon became apparent Mr. Flynn's Sony VAIO Notebook had a defective trackpad, which caused erratic and random cursor movement, unintentional opening of programs—and eventual lockup of the entire computer.

- This problem persisted despite repeated attempts to cure the defect 37. within both Sony's one-year warranty and Best Buy's three-year warranty. Because the defect manifested within mere weeks of purchase, the defect manifested itself during all applicable warranty periods, including, without limitation, Sony's oneyear warranty period.
- Just weeks after purchase—and well within Sony's one-year 38. warranty—Mr. Flynn returned to Best Buy to have it repaired, just as Best Buy had told Mr. Flynn to do, because Best Buy was authorized by Sony to undertake warranty repairs.
- 39. The attempt to repair the Sony VAIO Notebook while under warranty occurred in late December 2007 or early January 2008. While Mr. Flynn waited, Best Buy's "Geek Squad" technicians examined his Sony VAIO Notebook. Among other things, Best Buy reinstalled the software on his Sony VAIO Notebook, including reinstalling the Vista operating software. Best Buy's Geek Squad technicians also restored Mr. Flynn's Sony VAIO Notebook to its original factory settings.
- 40. This first attempt at repair was unsuccessful. Mr. Flynn returned to Best Buy again, in January 2008. Best Buy again reinstalled software on Mr. Flynn's Sony VAIO Notebook and restored the computer to its factory settings. These visits would take an extended period of time, during which Mr. Flynn lost

valuable time at work.

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41. But even after these repair attempts, the Sony VAIO Notebook continued to experience repeated problems and failures, rendering the computer unusable. Mr. Flynn again returned to Best Buy, at which time Best Buy's "Geek Squad" examined the computer, restored software, and reset factory settings.

- 42. None of these efforts repaired the Sony VAIO Notebook. Frustrated with the extended repair times at Best Buy, Mr. Flynn would periodically reset his Sony VAIO Notebook when the trackpad malfunctioned. Mr. Flynn had to continually undergo the "factory reset" and system restore process when his machine locked up. These periodic resets and restores took many hours, including backing up important files. The entire process was extremely frustrating to Mr. Flynn.
- 43. In April 2009, Mr. Flynn returned again to Best Buy to have the VAIO trackpad repaired. Once again, Best Buy technicians experienced the defects firsthand. Mr. Flynn understands Best Buy must try several in-store warranty repair attempts before it will ship out a defective product for remote service center warranty repairs.
- 44. Having now made multiple attempts to fix the computer, this time Best Buy shipped Mr. Flynn's defective Sony VAIO Notebook to its warranty repair center in Georgia. Best Buy claims to have replaced the Sony VAIO Notebook's touchpad board and, according to Best Buy's service order, they performed a "thermal overhaul" on Mr. Flynn's Sony VAIO Notebook:

#### Case 3:09-cv-02109-BEN -RBB Document 13 Filed 03/22/10 Page 18 of 49

1	Service Order: 00562-948746377 4/24/2009
2	Customer Information: Service Location ronald flynn
3	ATLANTA - SVC       1273 tree bay In         2780 HORIZON RIDGE CT       sarasota, FL 34242         SUWANEE, GA 30024 (770) 614-6668       Primary Phone: (941) 350-2317
4	Product Information: Alternate Phone: Product Type: VGNSZ650N/C/CORE2T710Brand: Sony Computer Model: VGNSZ650N/C Serial #: 282056333018234
5	SKU:         8450259         Date Of Purchase:         12/5/2007           BTP Expiration Date:         12/6/2010         BTP         BTP
6	BTP Number: 2935449116   Labor/Parts End   12/4/2008   12/4/2008
7	Accessories: Battery
8	Condition: Other(Specify) rt side by dvd and keyboard area appears to be warped
9 10	Symptoms: Notebook keeps locking up, touchpad and buttons become erradic. Customer has restored the system to factory setting several times and performace and issue continues to get worse. av Repair Comments: Replaced defective touch pad board and performed a thermal overhaul. Unit passed all post hardware tests.//Agent Avila
11	Parts Replaced: Qty Part Number Description Price Each Total
12	1 LABOR \$0.00 \$0.00 1 A-1516-170-ASYC COMPLETE PWB \$0.00 \$0.00
13	45. Following this repair effort, the Sony VAIO Notebook operated
14	normally for a few months. But it soon returned to its defective state, with multiple
15	two almost much laws and issues. Greening and lealure
16	trackpad problems and issues, freezing, and lockup.
17	46. Mr. Flynn returned to Best Buy again in September 2009 to, at long
18	last, get his Sony VAIO Notebook repaired.
19	47. Best Buy technicians once again experienced the notebook's defects
20	firsthand. Best Buy specifically noted: "Notebook keeps locking up, touchpad and
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22	buttons become unresponsive and pointer moves all around the screen. Performance
23	and issue continues to get worse":
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1	Service Order: 00562-950968107 09/10/2009
$_2$	Customer Information:
_	Service Location ronald flynn
3	ATLANTA - SVC 1273 TREE BAY LN
	2780 HORIZON RIDGE CT SARASOTA, FL 34242
4	SUWANEE, GA 30024 Primary Phone: (941) 350-2317
	(770) 614-6668 Alternate Phone:
5	Product Information: Product Type: VGNSZ650N/C/CORE2T Brand: Sony Computer
	Model: VGNSZ650N/C Serial #: 282056333018234
6	SKU: 8450259 Date Of Purchase: 12/05/2007
7	BTP Expiration Date: 12/06/2010 Labor/Parts: Store Warranty Store Warranty
7	BTP Number: 2935449116
8	Est. Approval: \$0.00
0	Accessories: Estimated Completion Date: 09/27/2009
9	Battery  Condition: Other(Specify) Looks ok
10	Symptoms: 2nd time in for the same issue, 00562-948746377. Notebook keeps locking up, touchpad and buttons become unresponsive and pointer moves all around the screen. Performace and issue continues to get worse, see log for additional information. (gr)
11	Repair Comments: corrupted OS is causing the unit to lock up, touchpad and buttons become unresponsive and pointer moves, unit works properly outside of windows, all HW passed tests, unit passed touchpad test, stress test, passed FACE 1320-TEAM 29 agent 032611 BATTERY
12	Parts Replaced:
13	Qty Part Number Description Price Each Total
14	48. Despite this second attempt to fix the computer at Best Buy's service
15	facility in Georgia, Mr. Flynn's Sony VAIO Notebook experiences the same trackpad
16	defects.
17	49. Myriad attempts were made to fix and repair Mr. Flynn's Sony VAIO
18 19	Notebook, both during Sony's one-year warranty and during Best Buy's extended
20	warranty. This included frustrating repeat trips to Best Buy starting in December
21	2007 and beyond. And each time, including when Mr. Flynn's defective Sony VAIO
22	Notebook was shipped to Georgia for repair, Mr. Flynn was without his VAIO
23	Notebook for weeks while the repairs were performed.
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25	50. Mr. Flynn's Sony VAIO Notebook still is defective, and cannot be used
26	for its intended computing purposes or for Mr. Flynn's business needs.
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#### Plaintiff Christina Egner's Defective Sony VAIO Notebook and Repeated Attempts to Fix the Defective Sony Notebook Computer

- 51. Plaintiff Christina Egner's experiences confirm the problem with Sony VAIO Notebooks is current and ongoing. Her experience further highlights the extreme frustration consumers experience when seeking warranty repair and returns from Sony and Best Buy.
- 52. Ms. Egner purchased a defective SONY VAIO VGN-NW240 F/P 15.5 inch Notebook from Best Buy on December 11, 2009 for mobile computing purposes. She also purchased a Best Buy extended warranty. Ms. Egner paid \$995.96 for her Sony VAIO Notebook:

```
WELCOME TO BEST BUY #579
           DEPTFORD, NJ 08096
              (856)374-0404
           Keep your receipt!
Val # 1612-5291-6112-0908
0579 002 5508 12/11/09 09:56 0278443
9556189
       VGNNU240F/P
                                 549.99
  V5NNW240F/P/C28T6600/4G8/320/
  ITEM TAX 45 50
        RESTORE CD
7243716
                                  39.99 N
 RESTORE CD CREATION
9244711
        BASIC DATA
                                  99.99 N
 STANDARD DATA MANAGEMENT
8959898 2YR $600-$7
                                149.99
  2YR $600-$749 99 NOTEBOOK BTP
 GSBTP # 3354497612
  SKU #
           9556189
 EXP DATE 12/11/2011
 ITEM TAX 10.50
                    SUBTOTAL
            SALES TAX AMOUNT
                                 56.00
                       TOTAL 995.96
```

53. Approximately one week after purchase, Ms. Egner's Sony VAIO

Notebook trackpad started functioning erratically. Ms. Egner contacted Sony,

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directly, to report the problem. 54. For example, on December 20, 2009 Ms. Egner called Sony, directly, to

report trackpad problems with her Sony VAIO Notebook. Sony technicians directed Ms. Egner to uninstall, and then reinstall, the "Alps Pointer Device Driver" on her Sony VAIO Notebook.

- 55. But this did not cure the defect. Ms. Egner telephoned Sony three more times in December 2009. Sony directed Ms. Egner to remove and reinstall the Sony VAIO Notebook battery, and click into "F10 mode." During this time, Sony insisted nothing was wrong with Ms. Egner's Sony VAIO Notebook—despite the fact Ms. Egner had the Sony VAIO Notebook before her and could readily observe the trackpad defect.
- 56. After her call with Sony, Ms. Egner's VAIO Notebook continued to experience problems. On January 4, 2010 Ms. Egner visited a "Sony Style" store in Pennsylvania. A Sony technician examined Ms. Egner's computer for several minutes, declared he didn't see an issue, and refused to ship the VAIO for repairs.
- Ms. Egner again called Sony to report frustrating trackpad problems 57. on January 14, 2010. This time Sony issued a work order, Reference No. E44125476, to have an on-site technician visit with Ms. Egner and replace the trackpad on her VAIO notebook.
- 58. On January 29, 2010, the Sony on-site technician replaced the Sony VAIO Notebook trackpad. But within 15 minutes of replacing the trackpad, the Sony expert technician *himself* could plainly see the VAIO trackpad was

malfunctioning, with incorrect inputs and cursor behavior.

59. The Sony onsite technician called a Sony "customer service agent," who directed Ms. Egner to restore her Sony VAIO Notebook to factory settings, purportedly because Best Buy may have installed something on the computer.

causing a conflict.

- 60. The Sony onsite technician left. Ms. Egner performed a full restore and factory reset, as Sony instructed her to do. The restore and reset failed to correct the problem. The VAIO trackpad malfunctioned.
- 61. Angry and frustrated, Ms. Egner called Best Buy to return the Sony VAIO Notebook. Best Buy told Ms. Egner she could not return the defective Sony VAIO because she was now "over" Best Buy's 30-day return policy.
- 62. This same day, Ms. Egner telephoned Sony *again*, at which time Sony told Ms. Egner to ship the defective computer to the Sony San Diego repair center, Event ID E44154223. Once again Sony replaced a trackpad "cable."

Notification No.	Order Date		Invoice No	Invoice Date	Туре	-	ue Date	Page 1 OF 1	
300033588 / Event ID	01/29/2010 Shipped	Shipped From	Shinna	Shipped Via			Z005 Reason Code		
E44154223	01/29/2010	SAN DIEGO	Опрре	1 Casoli Code			F/P Approva		
	Customer Purchase Order Number/Reference								
						1			

#### 1 CORRECTIVE REPAIR ACTION AND PARTS REPLACED 2 NETWORKING/ Dim / Distorted / No Display No Power - No Lights WLAN / WWAN/ BTOOTH 3 ☐ No Problem Found ☐ No Problem Found No Problem Found AC Adaptor ☐ LCD-Display Wireless card ☐ Motherboard ☐ Inverter ☐ WWAN Module 4 ☐ Powerboard ☐ SIM card ☐ Harness Other\_ ☐ Motherboard ☐ Software/Driver 5 Other\_ ☐ Other \_ 6 No Post - Blank Screen Not Booting up to Windows Freezing / Locking up ☐ No Problem Found ☐ No Problem Found ☐ No Problem Found ☐ CPU 7 ☐ CPU ☐ CPU ☐ Memory ☐ Memory ☐ Memory ☐ Motherboard ☐ HDD - Hard Drive ☐ HDD - Hard Drive 8 ☐ Other ☐ Motherboard ☐ Motherboard □ Software/Driver ☐ Software 9 ☐ Other ☐ Other \_ 10 Cannot Burn/Detect/Read Shutdown / Restart ☐ Cosmetics CD/DVD ☐ No Problem Found Keyboard ☐ Firmware Upgrade ☐ No Problem Found ☐ Motherboard 11 ODD - Optical Drive ☐ Memory ☐ BIOS Upgrade ☐ Software/Driver ☐ Other \_\_\_\_\_ ☐ CPU **Battery Pack** 12 □ AC Adaptor Video Card ☐ Software/Driver Cooling Fan 13 ☐ Other Touchpad 14 Re-Image Hard Drive: Other: Ca 15 63. Ms. Egner received the Sony VAIO Notebook on February 19, 2010. 16 Within 15 minutes of turning on her Sony VAIO Notebook, the trackpad 17 malfunctioned. 18 19 64. Ms. Egner telephoned Best Buy, asking if she could at least get a 20 replacement. Best Buy told Ms. Egner that because she had purchased an extended 21 warranty, to get a replacement Sony VAIO, Ms. Egner's Sony VAIO Notebook would 22 need to be sent out for repair three times "from Best Buy." Ms. Egner told Best Buy 23 of her repeated efforts to repair the computer via Sony. Best Buy told Ms. Egner 24 25 that Sony's attempts to repair the computer didn't count against Best Buy's "three 26 attempts" replacement policy. 27 65. This same day, February 19, 2010, yet another work order was entered 28 23

to have Ms. Egner's Sony VAIO Notebook repaired in San Diego. This time Ms. Egner spoke with a Sony "supervisor" who said her computer would be "flagged" for replacement since it had numerous repair attempts, yet the Sony VAIO Notebook still was defective:

NY.		This is	not an Invoice	S	16550 VIA ESPRI SAN DIEGO SERVICE FAX			
Sony Electronics In Notification No.	Order Date		Invoice No	Invoice Date	Type	Net Due Date	Page	
300038546	02/19/2010					Z005	1 OF 1	
Event ID	Shipped	Shipped From	Shipped	Re	ason Code	F/P Approva		
E44486388	02/19/2010	SAN DIEGO						
	Order/Invo	oice Comments	Customer Purchase Order Number/Reference					
			1					

- 66. After shipping her Sony VAIO Notebook to Sony's repair center in San Diego, Ms. Egner received a call from a Sony technician. The Sony technician told Ms. Egner he saw no problems with the computer.
- 67. Ms. Egner explained she—and every member of her family who used the computer—had constant trackpad problems and defects. Ms. Egner explained to Sony, directly, the cursor would move on its own. Or the cursor wouldn't move at all, even though users were directing the cursor to move via the trackpad.
- 68. Ms. Egner told the Sony technician her computer had been flagged for replacement. The Sony technician told Ms. Egner he would talk to his supervisor and call Ms. Egner back. The Sony technician never returned Ms. Egner's call.
  - 69. The Sony VAIO Notebook was returned to Ms. Egner, stating the Sony

VAIO Notebook was tested and found to be operating to factory specifications.

70. When Ms. Egner received the computer, it immediately exhibited the

- 70. When Ms. Egner received the computer, it immediately exhibited the same defect.
- 71. To date, the Sony VAIO Notebook trackpad is defective. It does not work as intended, since the cursor either fails to move, moves on its own, or otherwise fails to appropriately respond to input.
- 72. Ms. Egner cannot return the Sony VAIO Notebook because Best Buy claims it is outside the 30-day return window. Sony cannot fix the VAIO Notebook. And Best Buy refuses to replace Ms. Egner's VAIO Notebook, claiming all of her Sony repair attempts simply do not count as "Best Buy repair" attempts.

#### Sony Fails to Recall the VAIO Notebooks or Disclose the Defect

- 73. These representatives' experiences mirror the classwide manifestation of the Defect. Sony has never informed purchasers about the Defect's existence. Defendant never revealed the existence of the Defect in its marketing materials, or on its website, where Sony and Best Buy extol the virtues and characteristics of the VAIO Notebooks to generate sales.
- 74. Sony has never issued a recall of the VAIO Notebooks, nor has Sony offered to replace or repair the defective VAIO Notebooks with working component parts. Sony has wrongfully passed the burden and expense in repairing or replacing the VAIO Notebooks to plaintiffs and to class members.
- 75. Despite Sony's awareness of the Defect, Sony has refused to take action to protect class members from the Defect. The Defect was a material fact concerning the reliability and normal operation of the VAIO Notebooks, known only

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to defendants. Had plaintiffs and class members known about the Defect, they would not have purchased their Sony VAIO Notebooks.

- 76. Plaintiffs and class members could not have reasonably discovered the Defect inherent in the Sony VAIO Notebooks prior to purchasing their defective computers.
- 77. Sony warrants VAIO Notebooks against defect in material or workmanship for one year from the date of purchase. In the numerous cases where the VAIO Notebooks fail after the first year of purchase. Sony has imposed and continues to burden consumers with hundreds of dollars in service fees and labor costs.
- 78. Sony's wrongful acts caused plaintiffs and class members to purchase computers they otherwise would not have purchased, paid more for those computers than they would have paid and unnecessarily paid, and will continue to pay repair costs as a result of the Defect.

#### CLASS ACTION ALLEGATIONS

- Plaintiffs assert this action individually and as a class action under 79. Federal Rule of Civil Procedure 23 on behalf of a class of persons initially defined as follows:
  - All persons in the United States, or such states as the Court may determine is appropriate, who purchased a Sony VAIO notebook containing a defective touchpad since January 1, 2007.
- 80. Excluded from the class are the Court and defendants, their officers and directors, families and legal representatives, heirs, successors, or assigns and any entity in which defendants have or had a controlling interest.

connection with their motion for class certification or the result of discovery.

Plaintiffs reserve the right to amend or modify the class definition in

This class action is properly brought as a class action for the following

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defendants' misconduct.

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proposed class is impracticable. The class includes thousands of persons geographically dispersed throughout the United States. The precise number and identities of class members are unknown to plaintiffs, but can be ascertained through discovery, namely using Sony's sales and registration records and other information kept by Sony, as well as the complaints Sony received. 83. Plaintiffs do not anticipate any insurmountable difficulties in the

management of this action as a class action. The class is ascertainable and there is

a well-defined community of interest in the questions of law and fact alleged since

the rights of each class member were violated in similar fashion based upon

reasons. The class is so numerous that joinder of the individual members of the

- 84. Questions of law or fact common to the class exist as to plaintiffs and all class members, and these common questions predominate over any questions affecting only individual class members. Among the common questions of law and fact are the following:
- (a) whether Sony and Best Buy provided plaintiffs and class members with VAIO Notebooks containing the Defect;
- (b) whether the Defect would be considered material by a reasonable consumer;
  - (c) whether defendants had a duty to disclose the Defect;

- (d) whether defendants violated the Consumers Legal Remedies Act, Cal. Civ. Code §§ 1750 et seq.;
- (e) whether defendants engaged in unlawful or unfair business practices in violation of California Bus. & Prof. Code §§ 17200 et seq.;
  - (f) whether defendants breached any implied warranties;
- (g) whether defendants were unjustly enriched through their wrongful acts;
- (h) whether plaintiffs and the class are entitled to equitable relief and the scope and nature of such relief; and
  - (i) the appropriate measure of restitution or damages.
- 85. Sony and Best Buy engaged in a common course of conduct giving rise to the legal rights sought to be enforced by plaintiffs and the class. The injuries sustained by plaintiffs and the class flow, in each instance, from a common nucleus of operative facts.
- 86. Plaintiffs' claims are typical of class members' claims. The defenses defendants may assert against plaintiffs' claims are likely to be typical of the defenses defendants may assert against the class members' claims.
- 87. Plaintiffs will fairly and adequately protect the class' interests. Plaintiffs have no interests adverse to the class' interests and have retained counsel with significant experience in the prosecution of class actions and complex consumer litigation, and who will vigorously prosecute this action.
- 88. A class action is superior to other available methods for the fair and efficient adjudication of this controversy and the individual joinder of all class

members is impracticable, if not impossible because a large number of class members are located throughout the United States and have no particularized need to individually prosecute such claims. Individualized litigation would likewise present the potential for inconsistent judgments and would result in significant delay and expense to all parties and multiple courts hearing virtually identical lawsuits. By contrast, the conduct of this action as a class action presents fewer management difficulties, conserves the resources of the parties and the Court, and protects the rights of each class member.

- 89. Sony and Best Buy have acted on grounds generally applicable to the entire class, thereby making declaratory or final injunctive relief appropriate with respect to the class as a whole.
- 90. Notice of the pendency or resolution of this action can be provided to the class by mailed notice or the best notice practicable under the circumstances.

#### **COUNT ONE**

## Consumers Legal Remedies Act, California Civil Code §§ 1750 et seq. (against defendant Sony)

- 91. Plaintiffs incorporate by reference  $\P\P$  1-90 as though fully set forth and alleged herein.
- 92. Plaintiffs assert this count individually and on behalf of the proposed class under Civil Code § 1781.
- 93. The Consumers Legal Remedies Act ("CLRA") was enacted to protect consumers against unfair and deceptive business practices. The CLRA applies to defendant's acts and practices because it covers transactions involving the sale or lease of goods to consumers.

- 94. The VAIO Notebooks are "goods" under Civil Code § 1761(a).
- 95. Sony is a "person" under Civil Code § 1761(c).
- 96. Plaintiffs and class members are "consumers" under Civil Code § 1761(d).
- 97. Plaintiffs and class members engaged in "transactions" under Civil Code § 1761(e), including the purchase or lease of VAIO Notebooks and the presentation of VAIO Notebooks for repair or replacement of the Defect.
- 98. Sony's unfair and deceptive business practices were intended and did result in the sale or lease of the VAIO Notebooks, a defective consumer product.
- 99. Sony violated the CLRA by engaging in the following unfair and deceptive practices:
- (a) in violation of § 1770(a)(5), Sony represented the VAIO Notebooks have characteristics, uses and benefits that they do not have; and
- (b) In violation of § 1770(a)(7), Sony represented the VAIO Notebooks are of a particular standard, quality or grade when they are not.
- 100. Sony's VAIO Notebooks failed to perform in accordance with their expected characteristics, uses, and benefits.
- 101. Sony had exclusive knowledge of material facts, *i.e.* that the VAIO Notebooks were defective, unknown to plaintiffs and the class. Had plaintiffs and class members known of the Defect in the VAIO Notebooks, they would not have purchased the computers, at the prices they did.
- 102. Sony had a duty to disclose the Defect in the VAIO Notebooks for various reasons, including:

(a)	Sony had	exclusive	knowledge	of	material	facts	not	known	to
plaintiffs; and									

- (b) Sony actively concealed a material fact from plaintiffs.
- 103. Sony engaged in unfair and deceptive practices by withholding the above material facts from plaintiffs and the class.
- 104. As a direct and proximate result of defendant's conduct, plaintiffs and the class suffered injury and damage in an amount to be determined at trial. Plaintiffs and the class are entitled to injunctive relief, restitution, court costs and attorney fees, and other relief the Court deems proper.
- 105. Pursuant to California Civil Code § 1782, plaintiffs' counsel sent defendants a CLRA demand letter via certified mail. Sony failed to provide the relief demanded, and therefore plaintiffs seek actual and punitive damages for violation of the CLRA.

#### **COUNT TWO**

# Unlawful And Unfair Business Practices California Business & Professions Code §§ 17200 et seq. (against defendant Sony)

- 106. Plaintiffs incorporate by reference ¶¶ 1-105 as though fully set forth and alleged herein.
- 107. Sony's acts and practices constitute unlawful and unfair business practices under California's Unfair Competition Law ("UCL"), Business & Professions Code §§ 17200 et seq.
- 108. Sony's business practices that violate the UCL include failing to disclose prior to or at the point of sale, the point of repair, or otherwise, the VAIO

- 109. Sony engaged in "unlawful" business acts and practices by:
- (a) violating California's Consumers Legal Remedies Act, Civil Code §§ 1770 (a)(5) and (a)(7);
- (b) violating the Magnuson-Moss Warranty Act, 15 U.S.C. §§ 2301 et seq.;
  - (c) breaching express and implied warranties; and
  - (d) engaging in negligent conduct.
- 110. Sony engaged in "unfair" business acts and practices by, among other things:
- (a) engaging in conduct where the utility of such conduct, if any, is outweighed by the gravity of the consequences to plaintiffs and the class; and
- (b) engaging in conduct that is immoral, unethical, oppressive, unscrupulous, or substantially injurious to plaintiffs and the class.
- 111. Specifically, Sony engaged in "unfair" business acts and practices by selling VAIO Notebooks with defective trackpads that can cause the onscreen cursor to: (a) track in reverse, or the cursor moves in a direction opposite to the user's input; (b) freezes or fails to properly register user's input, or (c) engages in erratic behavior, including randomly opening and closing windows and programs under normal use. Users also report system lockups.
  - 112. Sony's conduct is ongoing and continues to this date.
- 113. Sony is strictly liable for engaging in unfair business acts and practices.

	114.	Plaintiffs	suffered	injury	in	fact	and	lost	money	and	property	as	a
result	of defe	endant's ur	nlawful a	nd unfa	ir l	ousin	ess a	cts a	nd pract	tices,	including	; <b>:</b>	

- (a) plaintiffs would not have bought or leased VAIO Notebooks had they known about the Defect;
- (b) plaintiffs' VAIO Notebooks have a lower value than they otherwise would if not for the Defect; and
- (c) plaintiffs paid for diagnoses, repairs and replacement parts they would not and should not have paid for.
- 115. Pursuant to Business and Professions Code § 17204, plaintiffs and the class are entitled to an order of this Court enjoining such conduct on the part of Sony, and such other orders and judgments that may be necessary to provide for complete equitable monetary relief by disgorging defendant's ill-gotten gains, including the monies Sony received or saved as a result of its wrongful acts and practices.
- 116. As a direct and proximate result of defendant's conduct, plaintiffs and the class have suffered injury in an amount to be determined at trial. Plaintiffs and the class are entitled to declaratory and injunctive relief, restitution and disgorgement of all profits obtained from the acts of unfair competition alleged and other relief as authorized by law.

#### COUNT THREE

## Magnuson-Moss Warranty Act, 15 U.S.C. §§ 2301 *et seq*. (against defendants Sony and Best Buy)

117. Plaintiffs incorporate by reference ¶¶ 1-116 as though fully set forth

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class.

119. The VAIO Notebooks are "consumer products" within the meaning of

Plaintiffs assert this count individually and on behalf of the proposed

- the Magnuson-Moss Act, 15 U.S.C. § 2301(1).
- 120. Plaintiffs and class members are "consumers" within the meaning of the Magnuson-Moss Act, 15 U.S.C. § 2301(3).
- 121. Sony is a "supplier" and "warrantor" within the meaning of the Magnuson-Moss Act, 15 U.S.C. §§ 2301(4)-(5).
- 122. Best Buy is a "warrantor" and "retailer" within the meaning of the Magnuson-Moss Act, 15. U.S.C. §§ 2301(4)-(5).
- 123. Sony and Best Buy warranted to plaintiffs and to class members the VAIO Notebooks were of merchantable quality and fit for the ordinary purposes for which the computers are used.
- 124. Sony and Best Buy have breached and refused to honor their implied warranty. Defendants breached their implied warranties as the VAIO Notebooks were not of merchantable quality and failed to perform as reasonably expected.
- 125. The amount in controversy of plaintiffs' and class member's individual claims meets or exceeds the sum or value of \$25. In addition, the amount in controversy meets or exceeds the sum or value of \$50,000 (exclusive of interest and costs) computed on the basis of all claims to be determined in this suit.
- 126. Sony and Best Buy have been afforded a reasonable opportunity to cure its breach of warranty. As alleged, defendant had ample notice of the Defect,

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but failed to remedy the situation.

As a direct and proximate result of defendant's conduct, plaintiffs and the class have suffered injury and damages in an amount to be determined at trial. Plaintiffs and the class are entitled to recover damages, consequential damages, specific performance, diminution in value, rescission, and other relief as authorized by law.

#### **COUNT FOUR**

#### **Breach of Express Warranty** (against defendants Sony and Best Buy)

- Plaintiffs incorporate by reference ¶¶ 1-127 as though fully set forth 128. and alleged herein.
- Plaintiffs assert this Count individually and on behalf of the proposed Class.
- Plaintiffs purchased their Sony VAIO Notebooks from an authorized 130. Sony retailer, Best Buy, and used the notebook computers for their ordinary and intended purpose.
- Pursuant to an agreement between Best Buy and Sony, Best Buy is Sony's authorized retailer and authorized service facility, and plaintiffs and the class are third-party beneficiaries of such contract.
- Plaintiffs and the class purchased their VAIO Notebooks with the 132. reasonable expectation that the computers' input devices, such as the touchpad, would function properly throughout the usable life of the product.
  - 133. Defendants made statements of fact and promises to plaintiffs and the

class that the VAIO Notebooks were of merchantable quality and fit for their ordinary use.

134. Defendant Sony also made a statement of fact and promise warranting its VAIO Notebooks would be free "against defects in material or workmanship" for one year from the original date of purchase. Sony made a statement of fact and promise warranting it would "repair or replace with new or refurbished product or parts, any product or parts determined to be defective." Similarly, Best Buy, made a statement of fact and promise warranting the Sony VAIO Notebooks would be free against defects for three years from the original date of purchase warranting it would repair or replace the VAIO Notebook if it was found to be defective.

135. The VAIO Notebooks failed to perform as defendants' promised. The VAIO Notebooks were not of the same quality as those generally acceptable in the trade, nor were they fit for the ordinary purposes for which such goods are used. In breach of express warranty, the cursor on Sony's VAIO Notebook tracks in reverse, freezes, and engages in erratic behavior when the consumer uses the notebook, rendering the Sony VAIO Notebooks inoperable.

- 136. Plaintiffs took reasonable steps to notify defendants within a reasonable time—and within Sony's one-year warranty and Best Buy's three-year extended warranty—the Sony VAIO Notebooks were not as represented, were not of merchantable quality, nor fit for their particular purpose.
- 137. Defendants were further put on notice of the Defect by the numerous complaints concerning the Defect and by the filing of this lawsuit. When defendants placed the VAIO Notebooks into the stream of commerce, it reasonably should have

known of the Defect.

138. The defects in the VAIO Notebooks were not open or obvious to consumers prior to purchase.

139. Any purported limitation of the duration and scope of the express warranty given by defendants is unreasonable, unconscionable and void, because Sony and Best Buy knew or recklessly disregarded the Defect in the VAIO Notebooks existed and might not be discovered, if at all, until the defective VAIO Notebooks had been used for a period of time longer than the period of any written warranty, and Sony and Best Buy willfully withheld information about the defect from purchasers of Sony's VAIO Notebooks.

140. As a direct and proximate result of defendants' representations and conduct, plaintiffs and the class have suffered injury and damages in an amount to be determined at trial. The failure of the VAIO Notebooks to be as represented, to have the expected quality and to be suitable were substantial factors in causing harm to plaintiffs and the class. Plaintiffs and the class are entitled to recover actual and incidental damages, including diminution in value, costs, attorney fees, and other relief as authorized by law.

#### **COUNT FIVE**

# Breach of Implied Warranty of Fitness For A Particular Purpose (against defendants Sony and Best Buy)

- 141. Plaintiffs incorporate by reference ¶¶ 1-140 as though fully set forth and alleged herein.
- 142. Plaintiffs purchased the Sony VAIO Notebooks from Sony's authorized retailer, Best Buy.

143. Pursuant to an agreement between Best Buy and Sony, Best Buy is Sony's authorized retailer and authorized service facility, and plaintiffs and the class are third-party beneficiaries of such contract.

- 144. At the time of purchase, defendants knew or had reason to know plaintiffs intended to use the product for a particular purpose, mobile computing.
- 145. At the time of purchase, defendants knew or had reason to know plaintiffs were relying on their skill and judgment to furnish a product that was suitable for the particular purpose.
  - 146. Plaintiffs justifiably relied on defendants' skill and judgment.
- 147. By placing its VAIO Notebooks in the stream of commerce, defendants impliedly warranted the Sony VAIO Notebooks were reasonably fit for their particular purpose.
- 148. Sony's VAIO Notebooks are not fit for their particular purpose. In breach of the implied warranty of fitness for a particular purpose, the cursor on Sony's touchpad notebook tracks in reverse, freezes, and engages in erratic behavior when the consumer uses the notebook, rendering the Sony VAIO Notebooks inoperable.
- 149. Sony's VAIO Notebooks are not reasonably fit for their intended particular use when they left defendants' control and entered the market. The defects in the VAIO Notebooks were not open or obvious to consumers.
- 150. Any purported limitation of the duration and scope of the implied warranty of fitness for a particular purpose given by defendants is unreasonable, unconscionable and void, because defendants knew or recklessly disregarded the

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defects in VAIO Notebooks existed and might not be discovered, if at all, until the defective notebook computer had been used for a period of time longer than the period of any written warranty, and Sony willfully withheld information about the defect from purchasers of Sony computers.

- Due to the unequal bargaining power between the parties, plaintiffs and class members had no meaningful alternative to accepting defendants' attempted pro forma limitation of the duration of any warranties.
- Plaintiffs took reasonable steps to notify defendants within a 152. reasonable time the VAIO Notebooks were unsuitable.
- As a result, plaintiffs and the class have been damaged in, inter alia, the amount they paid to purchase Sony's un-merchantable defective VAIO Notebooks.

#### **COUNT SIX**

### Breach of Implied Warranty of Merchantability (against defendants Sony and Best Buy)

- Plaintiffs incorporate by reference ¶¶ 1-153 as though fully set forth 154. and alleged herein.
- Plaintiffs bought their Sony VAIO Notebooks from Sony's authorized retailer, Best Buy. At the time of purchase, defendants were in the business of selling these goods.
- 156. Pursuant to an agreement between Best Buy and Sony, Best Buy is Sony's authorized retailer and authorized service facility, and plaintiffs and the class are third-party beneficiaries of such contract.
  - By VAIO Notebooks in the stream of commerce. 157.placing its

defendants impliedly warranted its VAIO Notebooks were reasonably fit for their

intended use.

158. Sony's VAIO Notebooks are not merchantable. The Sony VAIO Notebooks were and are unfit for the ordinary purposes for which such goods are

used, and were not of the same quality of those generally acceptable in the trade. In breach of the implied warranty of merchantability, the cursor on Sony's VAIO Notebooks track in reverse, freeze and engage in erratic behavior when the

consumers use the VAIO Notebooks, rendering the computers inoperable.

- 159. Sony's VAIO Notebooks were not reasonably fit for its intended use when it left defendants' control and entered the market.
- 160. The defects in the VAIO Notebooks were not open or obvious to consumers.
- 161. Plaintiffs took reasonable steps to notify defendants within a reasonable time—and within Sony's one-year warranty and Best Buy's three-year extended warranty—the Sony VAIO Notebooks did not have the expected quality.
- 162. Any purported limitation of the duration and scope of the implied warranty of merchantability given by defendants is unreasonable, unconscionable and void, because defendants knew or recklessly disregarded the defects in the VAIO Notebooks existed and may not be discovered, if at all, until the touchpad VAIO Notebooks were used for a period of time longer than the period of any written warranty, and defendants willfully withheld information about the defects from purchasers of Sony VAIO Notebook computers.
  - 163. Moreover, due to the unequal bargaining power between the parties,

plaintiffs and class members had no meaningful alternative to accepting defendants' attempted pro forma limitation of the duration of any warranties.

164. As a direct and proximate result, plaintiffs and proposed class members have been damaged in, inter alia, the amount they paid to purchase Sony's defective VAIO Notebooks.

#### COUNT SEVEN

## Negligence and Strict Liability (against defendant Sony)

- 165. Plaintiffs incorporate by reference  $\P\P$  1-164 as though fully set forth and alleged herein.
- 166. Plaintiffs assert this count individually and on behalf of the proposed class.
- 167. Sony designed, manufactured, inspected, tested, labeled, packaged, distributed, marketed and sold the VAIO Notebooks and their defective component parts, which was intended by defendant to be used by plaintiffs and the class without inspection for defects.
- 168. Sony owed plaintiffs and the class a duty to properly design, manufacture, inspect, test, label, package and market the VAIO Notebooks to function in their ordinary capacities during their useful life.
- 169. Sony breached its duty when it failed to properly design, manufacture, inspect, test, label, package and market its VAIO Notebooks before placing them into the stream of commerce.
- 170. Sony reasonably should have known about the Defect before placing the VAIO Notebooks on the market. Had Sony properly designed, manufactured,

inspected, tested, labeled, packaged, distributed, marketed and sold the VAIO

Notebooks and their defective component parts, it would have discovered the Defect.

171. Plaintiffs and class members used the VAIO Notebooks and their component parts without the ability to conduct an inspection for the Defect.

Plaintiffs and class members were not aware of the Defect at any time before

suffering injury caused by the Defect.

172. As a direct and proximate result of Sony's negligence, plaintiffs and the class have suffered injury and damages in an amount to be determined at trial. Plaintiffs and the class are entitled to recover damages.

#### **COUNT EIGHT**

# Common Counts, Assumpsit, and Declaratory Relief (against defendant Sony)

- 173. Plaintiffs incorporate by reference ¶¶ 1-172 as though fully set forth and alleged herein.
- 174. Sony became indebted to plaintiffs and the class for money had and received by Sony and monies paid to Sony, by which Sony benefitted from its unlawful conduct in terms of receiving revenues and profits from plaintiffs and the class from Sony's sale of the defective VAIO Notebooks based on the misrepresentations and omissions detailed above. Sony received this excessive revenue either directly or indirectly from plaintiffs and class members.
- 175. As a result of Sony's deceptive and misleading promotion, advertising, marketing, and sale of the defective notebook computers described above, Sony has been unjustly enriched at plaintiffs' and class members' expense. Under the

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circumstances, it would be against equity and good conscience to permit Sony to retain the ill-gotten benefits it received from plaintiffs and other class members in light of the material fact the VAIO Notebooks were not what Sony represented them to be.

By virtue of equitable principles in quasi-contract and assumpsit, plaintiffs and other class members are entitled to a return of such monies and the establishment of a constructive trust consisting of the benefits conferred by Sony customers in the form of the excessive revenues or profits derived from Sony's wrongful sale of the vehicles at issue, and the return of any monies by which Sony was unjustly enriched to plaintiffs and other class members. The Court should also issue declaratory relief to declare the rights and responsibilities of the parties pursuant to the provisions of California Code of Civil Procedure § 1060.

#### **COUNT NINE**

## Violations of The New Jersey Consumer Fraud Act New Jersey Statute §§ 56:8-1 et seq. (against defendant Sony)

- 177. Plaintiff Egner incorporates by reference ¶¶ 1-176 as though fully set forth and alleged herein.
- Plaintiff Egner asserts this count individually and on behalf of the proposed class.
- This count is brought against defendant Sony pursuant to the New Jersey Consumer Fraud Act, N.J. Stat. Ann. §§ 56:8-1 et seq.
- Plaintiff Egner is a resident of the State of New Jersey. Plaintiff Egner purchased her defective Sony VAIO Notebook at a Best Buy in the State of New

Jersey. Plaintiff Egner sought repair and return at Best Buy in New Jersey.

- 181. The New Jersey Consumer Fraud Act prohibits any "[f]raud, etc., in connection with sale or advertisement of merchandise or real estate as unlawful practice."
- 182. Further, the Act prohibits any "knowing, concealment, suppression or omission of any material fact with the intent that others rely upon such concealment, suppression or omission in connection with the sale . . . of any merchandise . . ." New Jersey Statute § 56:8-2.
- 183. Plaintiff Egner and class members reasonably expected their Sony VAIO Notebooks to last well beyond the one-year Sony warranty and to be fit for their intended purpose, *i.e.* mobile computing. Sony markets it VAIO notebook computers as a premium brand.
- 184. The Sony VAIO Notebooks are defectively designed and manufactured because the trackpad component can cause the onscreen cursor to: (a) track in reverse, *e.g.* the cursor moves in a direction opposite to the user's input; (b) freeze or fail to register user input; or (c) engage in erratic behavior, *e.g.* randomly open and close windows and programs. The Defect can also cause total system failure.
- 185. Defendant Sony should have had knowledge of the Defect and was in fact informed about the Defect from the numerous consumer complaints relating to the VAIO Notebooks Sony manufactured.
- 186. Plaintiff Egner and class members were not aware of the defect at the time of sale.
  - 187. Sony failed to tell consumers about the Defect, even after receiving

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numerous consumer complaints the Sony VAIO Notebook trackpads were malfunctioning. Despite this knowledge, Sony continued to place defective Sony VAIO Notebooks into the stream of commerce.

- 188. Had plaintiff Egner and class members known the Sony VAIO Notebooks were defective, they would not have purchased them because the existence of the defect was a material fact to the transaction. Defendant Sony, at all relevant times, knew or should have known plaintiff Egner and class members did not know or could not have reasonably discovered the defect prior to their purchases.
- 189. By paying monies for these defective Sony VAIO Notebooks, plaintiff Egner and class members have suffered an ascertainable loss.
- The conduct by Sony constitutes a violation of New Jersey's Consumer Fraud Act and entitles plaintiff and class members to relief under this statute of statutory and actual damages, injunctive relief, and attorneys' fees and costs.

#### **COUNT TEN**

## Violation of The Florida Deceptive And Unfair Trade Practices Act Florida Statutes §§ 501.201 et seq.

### (against defendant Sony)

- 191. Plaintiff Flynn incorporate by reference ¶¶ 1-190 as though fully set forth and alleged herein.
- 192. Plaintiff Flynn asserts this count individually and on behalf of a
- This count is brought against defendant Sony pursuant to the Florida Deceptive and Unfair Trade Practices Act, Section 501.201 et seq., Florida Statutes

("FDUPTA").

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194. At all times relevant herein, FDUPTA was in effect. Florida law prohibits any unfair methods of competition, unconscionable acts or practices, and unfair or deceptive acts or practices in the conduct of any trade or commerce.

- 195. Plaintiff Flynn and other class members are "consumers" as the term is defined in Fla. Stat. § 501.203(7).
- Plaintiff Flynn and other class members are "persons" as the term is used in Florida Stat. § 501.211, and as the term is defined in Florida Stat. § 1.01(3).
- Plaintiff Flynn and class members reasonably expected their Sony 197. VAIO Notebooks to last well beyond the one-year period included in the warranty. Yet the defective VAIO Notebooks failed within mere weeks of purchase.
- Sony developed, manufactured, marketed and sold the defective Sony VAIO Notebooks.
- Sony had knowledge of the design defect at all relevant times as a result of numerous consumer complaints and warranty claims relating to the failing trackpads and total system failures.
- In addition, defendant Sony had actual knowledge as a result of their design and testing certain of the defective Sony VAIO Notebooks, and plaintiffs allege Sony employees and technicians themselves witnessed the defective trackpads.
- 201. Sony failed to disclose to plaintiffs and to class members the Sony VAIO Notebooks were defective and would prematurely fail. Defendants' failure to disclose this information constituted a violation of FDUTPA.

	202.	Moreover,	had	plaintiff	Flynn	and	class	members	known	the	Sony
VAIO	Noteb	ooks were	defec	tive, they	would	not l	nave p	urchased	them, b	ecaus	se the
existe	nce of	the defect w	vas a	material	fact to	the t	ransac	ction.			

- 203. By paying monies for the defective Sony VAIO Notebooks, plaintiffs and class members have suffered an ascertainable loss.
- 204. Sony's violation of FDUPTA entitles plaintiff Flynn and class members to statutory and actual damages, injunctive relief, and attorneys' fees and costs.

#### PRAYER FOR RELIEF

WHEREFORE, plaintiffs, individually and on the class's behalf, pray for judgment against defendant as follows:

- A. an order certifying the plaintiff class and appointing plaintiffs and their counsel to represent the class;
- B. an order enjoining Sony and Best Buy from continuing to engage in unlawful or unfair business practices;
- C. an award of actual, consequential, and punitive damages and/or rescission, as authorized by law;
- D. an order requiring Sony and Best Buy to disgorge all ill-gotten gains and to pay restitution to plaintiffs and the class consisting of all funds acquired by means of any business act or practice declared unlawful or unfair by the Court;
- E. defendants pay prejudgment and post judgment interest, as authorized by law;
  - F. defendants pay reasonable attorney fees and costs of suit; and
  - G. all other relief the Court deems appropriate.

1 DEMAND FOR JURY TRIAL 2 Plaintiffs and class members demand trial by jury on all issues so triable. 3 4 DATED: March 22, 2010 s/ John Lowther, Esq. 5 Attorney for plaintiffs e-mail: john@doylelowther.com 6 7 DOYLE LOWTHER LLP William J. Doyle II (188069) 8 bill@doylelowther.com James R. Hail (202439) 9 iim@doylelowther.com 10 9466 Black Mountain Road, Suite 210 San Diego, California 92126 11 Tel: (619) 573-1700 Fax: (619) 573-1701 12 13 ZELDES & HAEGGQUIST, LLP Helen I. Zeldes (220051) 14 helenz@zhlaw.com Alreen Haeggquist (221858) 15 alreenh@zhlaw.com 16 Amber L. Eck (177882) ambere@zhlaw.com 17 625 Broadway, Suite 906 San Diego, California 92101 18 Tel: (619) 342-8000 19 Fax: (619) 342-7878 20 Interim co-lead counsel for plaintiffs and the proposed class 21 22 23 24 25 26 27 28 48

#### Affidavit of John Lowther re Venue for CLRA count

I, John Lowther, am an attorney admitted to practice before this Court and I am counsel of record for plaintiffs in the above-captioned matter. I make this affidavit pursuant to California Civil Code § 1780(c). Venue is proper in this District based on filings with the California Secretary of State, which I reviewed, because Sony Electronics, Inc., has its principal place of business in this District at 16530 Via Esprillo, San Diego, California and is doing business in this District. I declare under penalty of perjury under the laws of the United States of America the above is true and correct and of my own personal knowledge.

### s/ John Lowther, Esq.

Attorney for plaintiffs e-mail: john@doylelowther.com